

**IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF DELAWARE**

In re EBC I, f/k/a ETOYS, INC.,

EBC I, f/k/a ETOYS, INC.,

Appellant,

v.

AMERICA ONLINE, INC.,

Appellee.

Civil Action No. 08-100 25F

Bankruptcy Case No. 01-706
ADV 03-50003 (MFW)

MEDIATOR'S STATUS REPORT

David B. Stratton, Court appointed mediator in the above matter, hereby reports on the status of the above-referenced proceeding as follows:

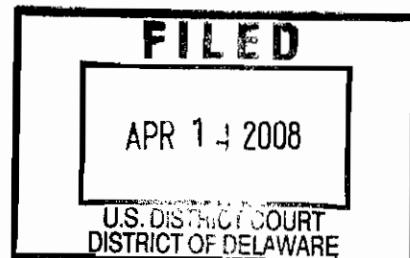
1. A mediation was held in this matter on April 8, 2008.
2. The case was not settled through the process of mediation.

Dated: April 14, 2008



s/ David B. Stratton

David B. Stratton (Del. Bar ID 960)
PEPPER HAMILTON LLP
Hercules Plaza, Suite 5100
1313 N. Market Street
Wilmington, Delaware 19801
(302) 777-6500
Fax: (302) 421-8390



CERTIFICATE OF SERVICE

I, David B. Stratton, hereby certify that on the 14th day of April, 2008, I did serve the foregoing *Mediator's Status Report* by causing a true and correct copy thereof to be served via United States mail, first class, postage pre-paid upon the following parties:

Richard D. Allen, Esq.
Morris Nichols Arsh & Tunnell
1201 Market Street
P.O. Box 1347
Wilmington, DE 19899

Marc J. Phillips, Esq.
Connolly Bove Lodge & Hutz LLP
The Nemours Building
1007 N. Orange Street
P.O. Box 2207
Wilmington, DE 19899


/s/ David B. Stratton
David B. Stratton (Del. Bar ID 960)